

# FINAL ANSWER KEY

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Question1:-How many Articles are there in the original Indian Constitution ?

- A:-385
- B:-390
- C:-395
- D:-405

Correct Answer:- Option-C

Question2:-Which constitutional amendment omitted the right to property from fundamental rights in India ?

- A:-` 42^(nd)`
- B:-` 43^(rd)`
- C:-` 44^(th)`
- D:-` 45^(th)`

Correct Answer:- Option-C

Question3:-In which part of Indian Constitution the Fundamental Rights are included ?

- A:-` 1^(st)`
- B:-` 2^(nd)`
- C:-` 3^(rd)`
- D:-` 4^(th)`

Correct Answer:- Option-C

Question4:-Kerala government's Sukrutham programme is related to \_\_\_\_\_

- A:-Free cancer treatment
- B:-Prevent epidemics among migrant labourers
- C:-Free dialysis for poor
- D:-Welfare of differently abled

Correct Answer:- Option-A

Question5:-Which Indian Prime Minister started the Indira Gandhi Awas Yojana (IGAY) ?

- A:-Indira Gandhi
- B:-Narasimha Rao
- C:-Manmohan Singh
- D:-Rajiv Gandhi

Correct Answer:- Option-D

Question6:-Antyodaya Anna Yojana (AAY) was started in \_\_\_\_\_

- A:-A. D. 1995
- B:-A. D. 2000
- C:-A. D. 2005
- D:-A. D. 2010

Correct Answer:- Option-B

Question7:-In which Ashram Swami Agamananda belonged ?

- A:-Siddha Ashram
- B:-Ramakrishna Advaita Ashram
- C:-Ananda Ashram
- D:-None of these

Correct Answer:- Option-B

Question8:-Where did Chattampi Swamikal attain Samadhi ?

- A:-Kannamula
- B:-Alathur
- C:-Kottayam
- D:-Panmana

Correct Answer:- Option-D

Question9:-The first annual session of S.N.D.P. was held at \_\_\_\_\_

- A:-Aruvippuram
- B:-Kaladi
- C:-Aluva
- D:-Varkala

Correct Answer:- Option-A

Question10:-What was the main slogan of Yogakshema Sabha in its early days ?

- A:-Make Namboodiri a human being
- B:-Modernise Namboodiri women
- C:-Eradicate untouchability
- D:-Open up temples to lower castes

Correct Answer:- Option-A

Question11:-Who was the leader of Savarna Jatha organized in connection with Vaikkam Satyagraha ?

- A:-K. P. Kesava Menon
- B:-K. Kelappan
- C:-Parameswaran Pillai
- D:-Mannathu Padmanabhan

Correct Answer:- Option-D

Question12:-Which among the following work is not written by Kumaran Asan ?

- A:-Prarodanam
- B:-Vilapam
- C:-Karuna
- D:-Sribuddhacharitam

Correct Answer:- Option-B

Question13:-In which year T. M. Appu Nedungadi's Kundalatha published ?

- A:-1885
- B:-1886
- C:-1887
- D:-1888

Correct Answer:- Option-C

Question14:-Who wrote the book Treatment of Tiyyas in Travancore ?

- A:-Dr. Palpu
- B:-Kumaran Asan
- C:-T. K. Madhavan
- D:-Sree Narayana Guru

Correct Answer:- Option-A

Question15:-Who is the only Malayali mentioned in Gandhi's autobiography ?

- A:-K. Kelappan
- B:-G. P. Pillai
- C:-Sree Narayana Guru
- D:-T. K. Madhavan

Correct Answer:- Option-B

Question16:-Who was the founder editor of the magazine Yukthivadi ?

- A:-C. Krishnan
- B:-Ayyankali
- C:-Swadeshabhimani Ramakrishna Pillai
- D:-Sahodaran Ayyappan

Correct Answer:- Option-D

Question17:-Who wrote the novel Vishakanyaka ?

- A:-S. K. Pottakkad
- B:-Vaikkam Muhammed Basheer
- C:-Takazhi Sivasankara Pillai
- D:-Kesava Dev

Correct Answer:- Option-A

Question18:-Which country won the FIFA World Cup-2014 ?

- A:-Argentina
- B:-Brazil
- C:-France
- D:-Germany

Correct Answer:- Option-D

Question19:-The 9<sup>th</sup> Indian Premier League (IPL) was won by \_\_\_\_\_

- A:-Chennai Super Kings
- B:-Banglore Royal Challengers
- C:-Sunrisers Hyderabad
- D:-Kolkata Knight Rider

Correct Answer:- Option-C

Question20:-Which Chundan won the 65<sup>th</sup> Nehru Trophy Boat race in 2017 ?

- A:-Payippadan
- B:-Gabriel
- C:-Karichal
- D:-Mahadevikkad Kttilthekkethil

Correct Answer:- Option-B

Question21:-The financial statement that reports the assets, liabilities and stockholder's (owner's) equity at a specific date is the

- A:-Balance Sheet
- B:-Income Statement
- C:-Statement of Cash Flows
- D:-Trading Account

Correct Answer:- Option-A

Question22:-Under the accrual basis of accounting, revenues are reported in the accounting period when the

- A:-Cash is received
- B:-Service or goods have been delivered
- C:-Cash paid
- D:-Stock is reduced

Correct Answer:- Option-B

Question23:-Accounting begins where \_\_\_\_\_ ends.

- A:-Book keeping
- B:-Balance sheet
- C:-Journal
- D:-Trial balance

Correct Answer:- Option-A

Question24:-Creditors are shown on the \_\_\_\_\_ side of balance sheet.

- A:-Asset
- B:-Liability
- C:-Debit
- D:-Credit

Correct Answer:- Option-B

Question25:-Revenue - Expense =

- A:-Asset
- B:-Income
- C:-Liability
- D:-None of the above

Correct Answer:- Option-B

Question26:-\_\_\_\_\_ is a brief history of financial transaction of a particular person or item.

- A:-Account
- B:-Balance Sheet
- C:-Journal
- D:-Source document

Correct Answer:- Option-A

Question27:-If both the aspects of the same transaction are appearing in one account it is \_\_\_\_\_.

- A:-Contra entry
- B:-Compound entry
- C:-Simple entry
- D:-One sided error

Correct Answer:- Option-A

Question28:-Asset minus liability is \_\_\_\_\_

- A:-Capital
- B:-Drawings

C:-Credit

D:-Debit

Correct Answer:- Option-A

Question29:-Amount spend in order to produce and sell goods and service is called \_\_\_\_\_

A:-Expense

B:-Income

C:-Revenue

D:-Asset

Correct Answer:- Option-A

Question30:-Going concern assumption tell us the life of business is \_\_\_\_\_

A:-Very long

B:-Very short

C:-Less than one year

D:-For one year

Correct Answer:- Option-A

Question31:-Goodwill is an example of

A:-Tangible asset

B:-Intangible asset

C:-Wasting asset

D:-Fictitious asset

Correct Answer:- Option-A

Question32:-L. F. column in the journals is filled at the time of \_\_\_\_\_

A:-Journalising

B:-Posting

C:-Balancing

D:-Trial balance

Correct Answer:- Option-B

Question33:-The double entry system of book keeping was developed by

A:-Stevenson

B:-Wilson

C:-Luca Paciolo

D:-Churchil

Correct Answer:- Option-C

Question34:-Purchase of machinery on credit is recorded in

A:-Sales day book

B:-Journal proper

C:-Purchase day book

D:-Purchase return book

Correct Answer:- Option-B

Question35:-Goods returned by customers are recorded in

A:-Sales book

B:-Purchase book

C:-Purchases return book

D:-Sales return book

Correct Answer:- Option-D

Question36:-On `1^(st)` January 2003, Chandran draws a bill on Sundar for 3 months, its due date is

A:-`31^(st)` March 2003

B:-`1^(st)` April 2003

C:-`4^(th)` April 2003

D:-`10^(th)` April 2003

Correct Answer:- Option-C

Question37:-The balance of cash book indicates

A:-Net income

B:-Cash in hand

C:-Difference between debtors and creditors

D:-None of the above

Correct Answer:- Option-B

Question38:-Goods taken by the proprietor for domestic use should be credited to

A:-Proprietor's drawings account

- B:-Sales account
- C:-Purchase account
- D:-None of the above

Correct Answer:- Option-C

Question39:-Source document for material transfer from one department to another is

- A:-Invoice
- B:-Credit note
- C:-Material transfer note
- D:-Debit note

Correct Answer:- Option-C

Question40:-In which year the audit of companies in India was made compulsory ?

- A:-1911
- B:-1931
- C:-1913
- D:-1948

Correct Answer:- Option-C

Question41:-Which of the following highlights the correct order of the stages in the accounting cycle ?

- A:-Journalizing, final accounts, posting to the ledger and trial balance
- B:-Journalizing, posting to the ledger, trial balance and final accounts
- C:-Posting to the ledger, trial balance, final accounts and journalizing
- D:-Posting to the ledger, journalizing, final accounts and trial balance

Correct Answer:- Option-B

Question42:-Unearned Revenues is what type of account ?

- A:-Liability
- B:-Owners equity
- C:-Asset
- D:-None of the above

Correct Answer:- Option-C

Question43:-Accounting entries involve a minimum \_\_\_\_\_ accounts.

- A:-One
- B:-Three
- C:-Two
- D:-Five

Correct Answer:- Option-C

Question44:-Stock in trade are to be recorded at cost or market price whichever is less is based on \_\_\_\_\_ principle.

- A:-Going concern
- B:-Money measurement
- C:-Cost concept
- D:-Conservatism

Correct Answer:- Option-D

Question45:-Accounting is the process of matching.

- A:-Revenue and costs
- B:-Benefits and cost
- C:-Cash inflow and out flow
- D:-Potential and real performance

Correct Answer:- Option-B

Question46:-Which of the following event is subject matter of accounting ?

- A:-Death of the manager of the company
- B:-Strike of employees
- C:-Marriage of daughter of MD of the company
- D:-Payment of Salary Rs. 5,000

Correct Answer:- Option-D

Question47:-Any expense that gives benefit for a period of less than twelve months is called \_\_\_\_\_

- A:-Deferred expense
- B:-Revenue expense
- C:-Revenue receipt
- D:-Capital expense

Correct Answer:- Option-C

Question48:-Prepaid rent given in the Trial Balance will be treated as a

A:-Liability

B:-Asset

C:-Income

D:-Expense

Correct Answer:- Option-B

Question49:-If asset is 1,50,000 and owners equity is 45,000 then liability is

A:-50,000

B:-1,95,000

C:-1,05,000

D:-50,000

Correct Answer:- Option-C

Question50:-Sale of goods to Manoj is wrongly debited to Madhu A/c instead of Manoj A/c. Both are debtors of business, this is an example of

A:-Error of omission

B:-Error of commission

C:-Error of principle

D:-Compensating error

Correct Answer:- Option-B

Question51:-Money spent to upgrade machinery is known as

A:-Revenue expense

B:-Capital expense

C:-Deferred revenue expenditure

D:-Administrative expense

Correct Answer:- Option-B

Question52:-Goods of Rs. 1,000 purchased from Mr. "A" were recorded in sales book. The rectification of this error will

A:-Increase the gross profit

B:-Reduce the gross profit

C:-Have no effect on gross profit

D:-None of the given options

Correct Answer:- Option-B

Question53:-An amount of Rs. 5,000 received from Mr. "A" but credited to Mr. "B" would affect

A:-Only B's account

B:-Only cash account

C:-Only A's account

D:-Accounts of A and B

Correct Answer:- Option-D

Question54:-What will be debited, if Anup commenced business with cash ?

A:-Capital account

B:-Cash account

C:-Proprietors account

D:-Drawings account

Correct Answer:- Option-B

Question55:-Which among the following is not an element of computer system ?

A:-Hardware

B:-Software

C:-People

D:-Malware

Correct Answer:- Option-D

Question56:-Withdrawal by proprietor would

A:-Reduces assets and increases liabilities

B:-Have no effect on the Balance Sheet

C:-Reduces owners equity and increases assets

D:-Reduces both assets and owners equity

Correct Answer:- Option-D

Question57:-Which of the following cannot be a cause for debiting bank account ?

A:-Cheques deposited for collection

B:-Cheque sent to bank dishonoured

C:-Paid into bank

D:-Cheque given to suppliers dishonoured

Correct Answer:- Option-B

Question58:-The word 'audit' is derived from the Latin word audire which means

- A:-To check
- B:-Verify
- C:-Watch dog
- D:-To hear

Correct Answer:- Option-D

Question59:-\_\_\_\_\_ audit is conducted by the employees of the business itself.

- A:-Independent audit
- B:-Statutory audit
- C:-Internal audit
- D:-Government audit

Correct Answer:- Option-C

Question60:-\_\_\_\_\_ is auditors plan of action.

- A:-Audit note book
- B:-Audit working papers
- C:-Audit programme
- D:-Audit files

Correct Answer:- Option-C

Question61:-Which of the following is illegal ?

- A:-Tax planning
- B:-Tax avoidance
- C:-Tax evasion
- D:-All of them

Correct Answer:- Option-C

Question62:-Some times a person deducts tax at source but does not deposit it in government treasury, such person is called

- A:-Ordinary assessee
- B:-Deemed assessee
- C:-Assessee in default
- D:-None of these

Correct Answer:- Option-C

Question63:-What will be the previous year in the case of assessee who closes his accounts on 31-3-2006 ?

- A:-2004-2005
- B:-2005-2006
- C:-2006-2007
- D:-2003-2005

Correct Answer:- Option-B

Question64:-An individual is considered as Resident u/s 6(1) if he was in India for a period \_\_\_\_\_ days or more in the previous year.

- A:-60 days
- B:-180 days
- C:-365 days
- D:-182 days

Correct Answer:- Option-D

Question65:-Which type of audit is conducted throughout the year ?

- A:-Annual audit
- B:-Interim audit
- C:-Complete audit
- D:-Continuous audit

Correct Answer:- Option-D

Question66:-\_\_\_\_\_ is the examination by the auditor documentary evidences relating to the recording of transactions in support and thus checks the authenticity of such records.

- A:-Vouching
- B:-Confirming
- C:-Footing
- D:-Physical examination

Correct Answer:- Option-A

Question67:-The method of costing used in a refinery is

- A:-Process costing

- B:-Job costing
- C:-Service costing
- D:-Batch costing

Correct Answer:- Option-A

Question68:-In automobile industry, cost unit is

- A:-Batch
- B:-Tonne
- C:-Number
- D:-None of these

Correct Answer:- Option-C

Question69:-Under \_\_\_\_\_ costing it is the practice of charging all costs, both variable and fixed to operations, process or products.

- A:-Absorption costing
- B:-Direct costing
- C:-Standard costing
- D:-Marginal costing

Correct Answer:- Option-A

Question70:-\_\_\_\_\_ is an irrecoverable cost and is caused by complete abandonment of a plant.

- A:-Sunk cost
- B:-Imputed cost
- C:-Differential cost
- D:-Marginal cost

Correct Answer:- Option-A

Question71:-The total of all direct expenses is known as

- A:-Over head
- B:-Prime cost
- C:-Work cost
- D:-Cost of production

Correct Answer:- Option-B

Question72:-\_\_\_\_\_ is that segment of activity of a business which is responsible for both revenue and expenses.

- A:-Cost centre
- B:-Profit centre
- C:-Work centre
- D:-Development centre

Correct Answer:- Option-B

Question73:-Work cost = \_\_\_\_\_ + factory overhead.

- A:-Prime cost
- B:-Administration overheads
- C:-Selling overhead
- D:-Distribution overhead

Correct Answer:- Option-A

Question74:-\_\_\_\_\_ type of costing is used to ascertain the effect of changes in volume or type of out put on profit.

- A:-Marginal costing
- B:-Uniform costing
- C:-Direct costing
- D:-Standard costing

Correct Answer:- Option-A

Question75:-\_\_\_\_\_ is the advantage, in measurable terms, which has been forgone due to not using the facility in the manner originally planned.

- A:-Notional cost
- B:-Differential cost
- C:-Opportunity cost
- D:-Replacement cost

Correct Answer:- Option-C

Question76:-Under cost accounting stocks are valued at

- A:-Cost price or market price whichever is less
- B:-Market price
- C:-Replacement price
- D:-Cost price



Correct Answer:- Option-D

Question77:-A set of programmes designed in such a way that they perform certain supporting operations in computer like format a disk, duplicate a disk, physically recognise stored data and programmes is called

- A:-Application software
- B:-System software
- C:-Connecting software
- D:-Utility software

Correct Answer:- Option-D

Question78:-Contingent liabilities are shown as foot note in the balance sheet as per \_\_\_\_\_ accounting principle.

- A:-Full disclosure
- B:-Objectivity
- C:-Materiality
- D:-Consistency

Correct Answer:- Option-A

Question79:-Depreciation accounting is \_\_\_\_\_ as per accounting standard issued by ICAI.

- A:-Accounting standard 1
- B:-Accounting standard 10
- C:-Accounting standard 20
- D:-Accounting standard 6

Correct Answer:- Option-D

Question80:- \_\_\_\_\_ is a fictitious asset.

- A:-Under writing commission
- B:-Oil field
- C:-Plant and machinery
- D:-Patent

Correct Answer:- Option-A

Question81:- \_\_\_\_\_ is the feature of Value Added tax which prevents cascading effect of tax.

- A:-Input tax credit
- B:-Different tax slabs
- C:-Cash credit
- D:-None of these

Correct Answer:- Option-A

Question82:-A \_\_\_\_\_ report is prepared by the auditor when he finds the accounts exhibiting a true and fair view of the state of company's financial affairs.

- A:-Unqualified report
- B:-Qualified report
- C:-Specific report
- D:-None of these

Correct Answer:- Option-A

Question83:-In India Value Added tax is first introduced in \_\_\_\_\_ state.

- A:-Haryana
- B:-Bihar
- C:-Rajasthan
- D:-Delhi

Correct Answer:- Option-A

Question84:-The following error affects trial balance is

- A:-Compensating error
- B:-Error of principle
- C:-Error of complete omission
- D:-Error of commission

Correct Answer:- Option-D

Question85:- \_\_\_\_\_ is a technique with an auditor to contact responsible officials through interview and open communication with the outside parties for ensuring that the transactions are authentic, valid and accurate.

- A:-Confirming
- B:-Vouching
- C:-Reconciling
- D:-Testing

Correct Answer:- Option-A

Question86:-Company audit is an example of \_\_\_\_\_ audit.

- A:-Government audit

- B:-Internal audit
- C:-Statutory audit
- D:-Private audit

Correct Answer:- Option-C

Question87:-Any person who is responsible to pay tax on behalf of a minor, lunatic or a non-resident is known as

- A:-Assessee in default
- B:-Ordinary assessee
- C:-Deemed assessee
- D:-None of these

Correct Answer:- Option-C

Question88:-Assessee includes

- A:-Individual
- B:-HUF
- C:-Company
- D:-All of the above

Correct Answer:- Option-D

Question89:-Income tax department works under

- A:-State govt.
- B:-President
- C:-Income tax commission
- D:-CBDT

Correct Answer:- Option-D

Question90:-Exempted income is

- A:-Not taxable under income tax
- B:-Not included in total income
- C:-Agricultural income
- D:-All of the above

Correct Answer:- Option-D

Question91:-Types of assesses in income tax from residential point of view

- A:-2
- B:-3
- C:-4
- D:-Many

Correct Answer:- Option-B

Question92:-Company may be

- A:-Resident
- B:-Non-resident
- C:-Not ordinarily resident
- D:-Resident or non-resident

Correct Answer:- Option-D

Question93:-Previous year is

- A:-Preceding year
- B:-Income earning year
- C:-Tax calculating year
- D:-Income computation year

Correct Answer:- Option-B

Question94:-The value added tax is an expense to be suffered by

- A:-Suppliers
- B:-Traders
- C:-Companies
- D:-Final consumer

Correct Answer:- Option-D

Question95:-The responsibility for the preparation of the financial statements and the accompanying foot notes belongs to

- A:-Both management and the auditor equally
- B:-Management for the statements and the auditor for the notes
- C:-The auditor
- D:-Management

Correct Answer:- Option-D

Question96:-Debit note is associated with

- A:-Sales return
- B:-Purchase return
- C:-Purchase
- D:-Sales

Correct Answer:- Option-B

Question97:-Cash book is

- A:-Journal
- B:-Ledger
- C:-Both journal and ledger
- D:-None of these

Correct Answer:- Option-C

Question98:-Bank reconciliation statement is prepared by

- A:-Bank
- B:-Auditor
- C:-Account holder
- D:-Government

Correct Answer:- Option-C

Question99:-Identify one sided error from the following.

- A:-Machinery purchase treated as purchase
- B:-Cash received from Rajan credited to Rajesh
- C:-Withdrawal by proprietor debited to establishment charge
- D:-Purchase book is under cast

Correct Answer:- Option-D

Question100:-\_\_\_\_\_ is a temporary account opened to make trial balacne agree.

- A:-P and L account
- B:-Discount account
- C:-Suspense account
- D:-None of these

Correct Answer:- Option-C